Service Date: July 5, 2019

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,

DOCKETS UE-190529 and UG-190530 (Consolidated)

Complainant,

ORDER 01

v.

PUGET SOUND ENERGY,

Respondent.

COMPLAINT AND ORDER SUSPENDING TARIFF REVISIONS; ORDER OF CONSOLIDATION

BACKGROUND

- On June 20, 2019, Puget Sound Energy (PSE or Company) filed with the Washington Utilities and Transportation Commission (Commission) revisions to its currently effective Tariff WN U-60, Tariff G, Electric Service, as listed in the appendix attached to this Order. The effect of this filing is to increase rates and charges for electric service provided to customers in the state of Washington. PSE requests an increase in its annual electric revenue requirement of approximately \$140 million (6.9 percent).
- Also on June 20, 2019, PSE filed revisions to its currently effective Tariff WN U-2, Natural Gas, as listed in the appendix attached to this Order.² The effect of this filing is to increase rates and charges for natural gas service provided to customers in the state of Washington. PSE requests an increase to its annual natural gas revenue requirement of approximately \$65 million (7.9 percent).

¹ PSE states that it will propose updates to Schedule 95, Power Cost Adjustment Clause, during the pendency of this proceeding. Although those updates are not included in the proposed tariff revisions, Schedule 95 will be updated in the compliance filing made in this docket.

² PSE states that it will propose updates to Schedule 149, Cost Recovery Mechanism for Pipeline Replacement, during the pendency of this proceeding. Although those updates are not included in the proposed tariff revisions, Schedule 149 will be updated in the compliance filing made in this docket.

- Because these tariff revisions might injuriously affect the rights and interests of the public, and PSE has not demonstrated that the revisions would result in rates that are fair, just, reasonable, and sufficient, the Commission suspends the tariff filings and will hold public hearings, if necessary, to determine whether the proposed tariff revisions are fair, just, reasonable and sufficient.
- The matters in the two dockets appear to involve related facts and principles of law. It is appropriate that they be consolidated for hearing and determination pursuant to WAC 480-07-320.

FINDINGS AND CONCLUSIONS

- The Commission is an agency of the State of Washington vested by statute with the authority to regulate rates, practices, accounts, securities issuances, transfers of property, and affiliated interests of public service companies, including electric and natural gas companies.
- 6 (2) PSE is an electric company, a natural gas company, and a public service company subject to Commission jurisdiction.
- 7 (3) The tariff revisions that PSE filed on June 20, 2019, would increase electric and natural gas charges and rates for service provided by PSE and could, if left unexamined, injuriously affect the rights and interests of the public.
- 8 (4) PSE has not yet demonstrated that the tariff revisions would result in rates that are fair, just, reasonable, and sufficient.
- 9 (5) PSE's rates and charges for electric or natural gas services shown on any tariffs that PSE does not propose to revise may also be investigated to determine if they are fair, just, reasonable, and sufficient.

- In order to carry out the duties imposed upon the Commission by law, and as authorized in RCW 80.04.130, the Commission determines it is necessary to investigate PSE's books, accounts, practices, and activities; to make a valuation or appraisal of PSE's property; and to investigate and appraise various phases of PSE's operations. The Commission finds that these dockets meet the criteria of WAC 480-07-400(2)(b)(i) and allows discovery to be conducted pursuant to the Commission's discovery rules in WAC 480-07-400 425.³
- 11 (7) As required by RCW 80.04.130(4), PSE bears the burden of proof to show that the proposed increases are fair, just, reasonable, and sufficient.
- 12 (8) PSE may be required to pay the expenses reasonably attributable and allocable to such an investigation, consistent with RCW 80.20.020.

ORDER

THE COMMISSION ORDERS:

- 13 (1) The tariff revisions that Puget Sound Energy filed on June 20, 2019, are suspended.
- Dockets UE-190529 and UG-190530 are consolidated for hearing and determination under WAC 480-07-320.
- 15 (3) The Commission will give notice of, and hold, hearings at such times and places as may be required. Such hearings may also examine Puget Sound Energy's rates and charges for electric or natural gas service shown on any tariffs that Puget Sound Energy does not propose to revise.
- Puget Sound Energy must not change or alter the tariffs filed in these dockets during the suspension period, unless authorized by the Commission.
- 17 (5) The Commission will institute an investigation of Puget Sound Energy's books, accounts, practices, activities, property, and operations as described above.

³ The Commission is concurrently issuing Order 02, Protective Order with Provisions Governing Highly Confidential Information, in these dockets.

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- 18 (6) Discovery will be conducted pursuant to the Commission's discovery rules in WAC 480-07-400-425.
- 19 (7) Puget Sound Energy shall pay the expenses reasonably attributable and allocable to the Commission's investigation, consistent with RCW 80.20.020.

DATED at Lacey, Washington, and effective July 5, 2019.

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

DAVID W. DANNER, Chairman

ANN E. RENDAHL, Commissioner

JAY M. BALASBAS, Commissioner

Appendix

Proposed Tariff Revisions WN U-60, Tariff G, Electric Service

36 th Revision	Sheet No. 7	Residential Service
11 th Revision	Sheet No. 7-B	Master Metered Residential Service (Continued)
34 nd Revision	Sheet No. 24	General Service
24 th Revision	Sheet No. 25	Small Demand General Service
16 th Revision	Sheet No. 25-A	Small Demand General Service (Continued)
25 th Revision	Sheet No. 26	Large Demand General Service
Original Sheet	Sheet No. 26-B	Large Demand General Service (Continued)
.1		[Conj. Demand]
30 th Revision	Sheet No. 29	Seasonal Irrigation & Drainage Pumping Service
36 th Revision	Sheet No. 31	Primary General Service
Original Sheet	Sheet No. 31-B	Primary General Service (Continued) [Conj. Demand]
29 th Revision	Sheet No. 35	Seasonal Primary Irrigation & Drainage Pumping
		Service
11 th Revision	Sheet No. 40	Large General Service Greater Than 3 aMW
27 th Revision	Sheet No. 43-A	Interruptible Primary Service for Total-Electric
- 41-		Schools (Continued)
35 th Revision	Sheet No. 46	High Voltage Interruptible Service
16 th Revision	Sheet No. 46-A	High Voltage Interruptible Service (Continued)
34 th Revision	Sheet No. 49	High Voltage General Service
34 th Revision	Sheet No. 50	Limited Street Lighting Service
5 th Revision	Sheet No. 51-B	LED (Light Emitting Diode) Lighting Service (Continued)
5 th Revision	Sheet No. 51-C	LED (Light Emitting Diode) Lighting Service
		(Continued)
6 th Revision	Sheet No. 51-D	LED (Light Emitting Diode) Lighting Service (Continued)
25 th Revision	Sheet No. 52-A	Custom Lighting Service Company Owned
		(Continued)
11 th Revision	Sheet No. 52-B	Custom Lighting Service Company Owned
		(Continued)
23 rd Revision	Sheet No. 53-A	Street Lighting Service Sodium Vapor (Continued)
20 th Revision	Sheet No. 53-B	Street Lighting Service Sodium Vapor
20 10 131011	Silect 110. 33 B	(Continued)
14 th Revision	Sheet No. 53-C	Street Lighting Service Sodium Vapor
		(Continued)
8 th Revision	Sheet No. 53-F	Street Lighting Service Sodium Vapor
		(Continued)

5 th Revision	Sheet No. 53-G	Street Lighting Service Sodium Vapor (Continued)
4 th Revision	Sheet No. 53-H	Street Lighting Service Sodium Vapor (Continued)
36 th Revision	Sheet No. 54	Customer-Owned Street Lighting Energy Service Sodium Vapor
11 th Revision	Sheet No. 54-A	Customer-Owned Street Lighting Energy Service Sodium Vapor (Continued)
7 th Revision	Sheet No. 54-B	Customer-Owned Street Lighting Energy Service Sodium Vapor (Continued)
37 th Revision	Sheet No. 55	Area Lighting Service
18 th Revision	Sheet No. 55-A	Area Lighting Service (Continued)
33 rd Revision	Sheet No. 57	Continuous Lighting Service Continuous Lighting Service
32 nd Revision	Sheet No. 58	Flood Lighting Service
21 st Revision	Sheet No. 58-A	Flood Lighting Service (Continued)
7 th Revision	Sheet No. 58-B	Flood Lighting Service (Continued) Flood Lighting Service (Continued)
7 th Revision	Sheet No. 58-C	Flood Lighting Service (Continued) Flood Lighting Service (Continued)
4 th Revision		
	Sheet No. 139-E	Voluntary Long Term Renewable Energy Purchase Rider (Continued)
5 th Revision	Sheet No. 141-A	Expedited Rate Filing Rate Adjustment (Continued)
5 th Revision	Sheet No. 141-B	Expedited Rate Filing Rate Adjustment (Continued)
4 th Revision	Sheet No. 141-C	Expedited Rate Filing Rate Adjustment (Continued)
4 th Revision	Sheet No. 141-D	Expedited Rate Filing Rate Adjustment (Continued)
3 rd Revision	Sheet No. 141-E	Expedited Rate Filing Rate Adjustment (Continued)
3 rd Revision	Sheet No. 141-F	Expedited Rate Filing Rate Adjustment (Continued)
3 rd Revision	Sheet No. 141-G	Expedited Rate Filing Rate Adjustment (Continued)
3 rd Revision	Sheet No. 141-H	Expedited Rate Filing Rate Adjustment (Continued)
3 rd Revision	Sheet No. 141-I	Expedited Rate Filing Rate Adjustment (Continued)
3 rd Revision	Sheet No. 141-J	Expedited Rate Filing Rate Adjustment (Continued)
4 th Revision	Sheet No. 141-K	Expedited Rate Filing Rate Adjustment (Continued)
4 th Revision	Sheet No. 141-L	Expedited Rate Filing Rate Adjustment (Continued)
3 rd Revision	Sheet No. 141-M	Expedited Rate Filing Rate Adjustment (Continued)

(Continued) 1st Revision Sheet No. 141X Protected-Plus Excess Deferred Income Tax (EDIT) Reversals Rate Adjustment	
(EDIT) Reversals Rate Adjustment	
1 st Revision Sheet No. 141X-A Protected-Plus Excess Deferred Income Tax	
	`
(EDIT) Reversals Rate Adjustment (Continued 1st Revision Sheet No. 141X-B Protected-Plus Excess Deferred Income Tax	<u>) </u>
1 st Revision Sheet No. 141X-B Protected-Plus Excess Deferred Income Tax (EDIT) Reversals Rate Adjustment (Continued)
1st Revision Sheet No. 141X-C Protected-Plus Excess Deferred Income Tax	
(EDIT) Reversals Rate Adjustment (Continued)
1 st Revision Sheet No. 141X-D Protected-Plus Excess Deferred Income Tax	
(EDIT) Reversals Rate Adjustment (Continued)
1 st Revision Sheet No. 141X-E Protected-Plus Excess Deferred Income Tax	
(EDIT) Reversals Rate Adjustment (Continued)
1st Revision Sheet No. 141X-F Protected-Plus Excess Deferred Income Tax	,
(EDIT) Reversals Rate Adjustment (Continued)
1 st Revision Sheet No. 141X-G Protected-Plus Excess Deferred Income Tax	,
(EDIT) Reversals Rate Adjustment (Continued)
1 st Revision Sheet No. 141X-H Protected-Plus Excess Deferred Income Tax	,
(EDIT) Reversals Rate Adjustment (Continued)
1st Revision Sheet No. 141X-I Protected-Plus Excess Deferred Income Tax	<u>/</u>
(EDIT) Reversals Rate Adjustment (Continued)
1 st Revision Sheet No. 141X-J Protected-Plus Excess Deferred Income Tax	,
(EDIT) Reversals Rate Adjustment (Continued)
1 st Revision Sheet No. 141X-K Protected-Plus Excess Deferred Income Tax	,
(EDIT) Reversals Rate Adjustment (Continued)
10 th Revision Sheet No. 142 Revenue Decoupling Adjustment Mechanism	,
10 th Revision Sheet No. 142-A Revenue Decoupling Adjustment Mechanism	
(Continued)	
7 th Revision Sheet No. 142-B Revenue Decoupling Adjustment Mechanism	
(Continued)	
7 th Revision Sheet No. 142-C Revenue Decoupling Adjustment Mechanism	
(Continued)	
10 th Revision Sheet No. 142-D Revenue Decoupling Adjustment Mechanism	
(Continued)	
6 th Revision Sheet No. 142-F Revenue Decoupling Adjustment Mechanism	
(Continued)	
14 th Revision Sheet No. 448-I Power Supplier Choice (Continued)	
15 th Revision Sheet No. 449-I Retail Wheeling Service (Continued)	

Proposed Tariff Revisions WN U-2, Natural Gas

14 th Revision	Sheet No. 116-A	General Gas Lighting and Street Lighting
		Service (Optional) (Continued)
59 th Revision	Sheet No. 123	Residential General Service
55 th Revision	Sheet No. 131	Commercial and Industrial General Service
9 th Revision	Sheet No. 131T	Distribution System Transportation Service
		(Firm-Commercial and Industrial)
61st Revision	Sheet No. 141	Large Volume High Load Factor Gas Service
		(Optional)
22 nd Revision	Sheet No. 141-A	Large Volume High Load Factor Gas Service
		(Optional) (Continued)
9 th Revision	Sheet No. 141T	Distribution System Transportation Service
		(Firm-Large Volume High Load Factor)
9 th Revision	Sheet No. 141T-A	Distribution System Transportation Service
		(Firm-Large Volume High Load Factor)
		(Continued)
15 th Revision	Sheet No. 153-B	Propane Service (Continued)
27 th Revision	Sheet No. 171	Residential Water Heater Rental Service
28 th Revision	Sheet No. 172	Large Volume Water Heather Rental Service
22 nd Revision	Sheet No. 174	Gas Conversion Burner Rental Service
22 nd Revision	Sheet No. 185-C	Interruptible Gas Service with Firm Option
		(Continued)
21st Revision	Sheet No. 185-D	Interruptible Gas Service with Firm Option
		(Continued)
9 th Revision	Sheet No. 185T	Distribution System Transportation Service
		(Interruptible with Firm Option)
6 th Revision	Sheet No. 185T-A	Distribution System Transportation Service
		(Interruptible with Firm Option) (Continued)
22 nd Revision	Sheet No. 186-C	Limited Interruptible Gas Service with Firm
		Option (Optional) (Continued)
18 th Revision	Sheet No. 186-D	Limited Interruptible Gas Service with Firm
		Option (Optional) (Continued)
7 th Revision	Sheet No. 186T	Distribution System Transportation Service
		(Interruptible with Firm Option)
8 th Revision	Sheet No. 186T-A	Distribution System Transportation Service
		(Interruptible with Firm Option) (Continued)
23 rd Revision	Sheet No. 187-D	Non-Exclusive Interruptible Gas Service w/
		Firm Option (Continued)
7 th Revision	Sheet No. 187T	Distribution System Transportation Service
		(Non-Exclusive Interruptible with Firm Option)
8 th Revision	Sheet No. 187T-A	Distribution System Transportation Service
		(Non-Exclusive Interruptible with Firm Option)
		(Continued)

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5 th Revision	Sheet No. 1141-A	Expedited Rate Filing Rate Adjustment (Continued)
3 rd Revision	Sheet No. 1141-B	Expedited Rate Filing Rate Adjustment (Continued)
3 rd Revision	Sheet No. 1141-C	Expedited Rate Filing Rate Adjustment (Continued)
3 rd Revision	Sheet No. 1141-D	Expedited Rate Filing Rate Adjustment (Continued)
3 rd Revision	Sheet No. 1141-E	Expedited Rate Filing Rate Adjustment (Continued)
1 st Revision	Sheet No. 1141X	Protected-Plus Excess Deferred Income Tax (EDIT) Reversals Rate Adjustment
1 st Revision	Sheet No. 1141X-A	Protected-Plus Excess Deferred Income Tax (EDIT) Reversals Rate Adjustment (Continued)
1 st Revision	Sheet No. 1141X-B	Protected-Plus Excess Deferred Income Tax (EDIT) Reversals Rate Adjustment (Continued)
1 st Revision	Sheet No. 1141X-C	Protected-Plus Excess Deferred Income Tax (EDIT) Reversals Rate Adjustment (Continued)
1 st Revision	Sheet No. 1141X-D	Protected-Plus Excess Deferred Income Tax (EDIT) Reversals Rate Adjustment (Continued)
6 th Revision	Sheet No. 1142-A	Revenue Decoupling Adjustment Mechanism (Continued)
6 th Revision	Sheet No. 1142-B	Revenue Decoupling Adjustment Mechanism (Continued)
9 th Revision	Sheet No. 1142-C	Revenue Decoupling Adjustment Mechanism (Continued)